

Special Revenue Funds

Municipal Court Computer System Procurement and Maintenance Fund

2003 Cash Balance Statement

The municipal court computer fund is projected to begin 2003 with an unencumbered cash balance of \$1,991,877. This fund was created to provide the Municipal Court with computer hardware, software, training and computer-related services. Effective March 1, 1993, the Ohio Revised Code was amended to allow the addition of court fees for the purpose of court computerization. For the Municipal Court Judges, the fee is \$3 per cause of action or appeal. The Municipal Court Clerk may add an amount of \$10 per transaction, including causes of action or appeals. The projection of total revenue attributable to the Municipal Court Judges for 2003 is \$533,000; revenue for the Clerk of Courts is \$1,775,000.

2003 FUND BALANCE SUMMARY

Unencumbered Cash Balance (January 1, 2003)	\$1,991,877
Plus Estimated 2003 Receipts	2,308,000
Plus Estimated Encumbrance Cancellations	-
Total Estimated Available Resources	<u>\$4,299,877</u>
Less 2003 Recommended Operating Budget	(3,141,366)
Projected Available Balance (December 31, 2003)	<u><u>\$1,158,511</u></u>

Street Construction Maintenance and Repair Fund

2003 Cash Balance Statement

The major revenue sources in the street construction, maintenance and repair (SCMR) fund will experience extremely low growth in 2003. Since 2000, proceeds from the fund's two largest sources, the motor vehicle license tax and the motor vehicle gas tax, have shown only modest increases. This is largely due to a decrease in the number of registered vehicles in the City of Columbus. Also, the lane mile agreement with the Ohio Department of Transportation was discontinued in July 2002, resulting in a loss of \$1 million in revenue in 2002 and another \$2 million in 2003. As a result, the SCMR fund is projected to end 2002 with a fund balance of \$1,850,136. Beginning in 2004 the ending fund balance dips into a negative position and remains there for the rest of the period covered by the pro forma. If the fund's major revenue sources do not recover in the very near future, program reductions will be necessary or new sources of revenue will have to be developed. Notwithstanding the unprecedented downturn in revenues, the Transportation Division will ensure the continuation of essential services.

2003 FUND BALANCE SUMMARY

Unencumbered Cash Balance (January 1, 2003)	\$ 1,850,136
Plus Estimated 2003 Receipts	27,178,500
Plus Estimated Encumbrance Cancellations	30,000
Total Estimated Available Resources	\$ 29,058,636
Less 2003 Recommended Operating Budget	(28,437,868)
Projected Available Balance (December 31, 2003)	<u>\$ 620,768</u>

2003 Revenue Summary

STREET CONSTRUCTION MAINTENANCE AND REPAIR FUND REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2000 - 2003				
REVENUE SUMMARY	2000 Actual	2001 Actual	2002 Estimated	2003 Proposed
Charges for Services:				
Transportation	\$ -	\$ 4,798,686	\$ 3,766,798	\$ 1,151,364
Engineering & Construction	5,146,755	-	-	-
Traffic Engineering	301,418	-	-	-
Motor Vehicle Fuel Tax	13,326,497	13,327,452	13,400,000	13,489,000
Motor Vehicle License Tax	7,865,432	7,053,016	7,057,000	7,100,020
Traffic Signal Installation	792,138	2,196,143	2,100,000	2,421,432
Traffic Lane Lining	536,030	644,709	400,000	551,616
Right of Way	913,007	766,008	571,492	588,636
Refunds/ Damages/Sale of Assets	1,484,702	497,773	442,693	455,964
Miscellaneous Revenues	405,634	972,268	490,619	505,300
Insurance Adjustment				915,168
Encumbrance Cancellations	389,815	331,538	21,852	30,000
Unencumbered Cash Balance	673,367	712,944	1,433,441	1,850,136
TOTAL RESOURCES	\$ 31,834,795	\$ 31,300,537	\$ 29,683,895	\$ 29,058,636
PERCENT CHANGE		-1.68%	-5.16%	-2.11%

Revenue Notes:

- State gasoline tax revenues will grow by one percent in 2003
- State motor vehicle license tax revenues will grow by one half of one percent in 2003
- Revenue from the 3.3 percent state gas tax will grow by one half of one percent in 2003
- Right-of-way permit fees are estimated at \$588,636 in 2003
- In 2003, traffic signal installation revenues will grow by 15 percent
- Traffic lane lining revenues will increase in 2003 by 38 percent
- Charges for services will decrease in 2003 by 69 percent due mainly to the loss of \$2 million in lane mile revenue
- There is a one-time health insurance refund of \$915,168 in 2003

Street Construction Maintenance and Repair Fund Pro Forma Operating Statement

A pro forma operating statement for the ten-year period beginning in 2003 is presented on the following page. It represents the Transportation Division's revenues and expenditures for that period, given certain assumptions, and is essential in providing a framework for future financial decisions. The major assumptions included in this pro forma are as follows:

- The projected annual growth of one half of one percent for motor vehicle fuel tax revenues reflects the decline in fuel consumption since 2000.
- Motor vehicle license tax revenue growth is projected at one half of one percent per year and reflects the decline in motor vehicle registrations since 2000.
- Operations and maintenance expenses, excluding personnel, health insurance, pro rata and technology, are inflated at one percent per year. Personnel expenses and the director's office charges assume four percent growth per year, but personnel numbers are reduced in 2004 by five percent and in years 2005-2012 by two percent. Health insurance is projected to grow 12 percent per year. Pro rata charges represent 4.5 percent of revenue. Technology expenses assume no growth.

Special Revenue Funds

STREET CONSTRUCTION MAINTENANCE AND REPAIR FUND

PRO FORMA OPERATING STATEMENT

REVENUE SOURCE	Actual 2001	Estimated 2002	Proposed 2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Charges For Services	\$4,798,686	\$3,766,798	\$1,151,364	\$880,846	\$895,632	\$910,729	\$931,144	\$946,886	\$962,961	\$979,378	\$996,145	\$1,013,270
Motor Vehicle Fuel Tax	13,327,452	13,400,000	13,489,000	13,578,665	13,669,001	13,760,012	13,851,705	13,944,086	14,037,160	14,130,933	14,225,410	14,320,599
Motor Vehicle Licence Tax	7,053,016	7,057,000	7,100,020	7,143,337	7,186,955	7,230,875	7,275,099	7,319,631	7,364,474	7,409,628	7,455,098	7,500,886
Traffic Signal Installation	2,196,143	2,100,000	2,421,432	2,455,332	2,489,707	2,524,563	2,559,906	2,595,745	2,632,086	2,668,935	2,705,300	2,744,188
Traffic Lane Lining	644,709	400,000	551,616	559,339	567,169	575,110	583,161	591,326	599,604	607,999	616,511	625,142
Right of Way Permit Fees	766,008	571,492	588,636	606,295	624,484	643,219	662,515	682,391	702,862	723,948	745,667	768,037
Refunds/Damages/Sale of Assets	497,773	442,693	455,964	469,632	483,711	498,212	513,148	528,532	544,377	560,698	577,508	594,823
Miscellaneous Revenues	972,288	490,619	505,300	520,423	535,998	552,041	568,566	585,586	603,116	621,173	639,771	658,928
Health Insurance Refund (gross)	-	-	915,168	-	-	-	-	-	-	-	-	-
Total Revenue	30,256,056	28,228,602	27,179,501	26,213,869	26,452,657	26,694,760	26,945,245	27,194,182	27,446,640	27,702,692	27,962,410	28,225,872
Beginning Fund Balance	712,944	1,433,441	1,850,135	620,768	(1,107,890)	(3,263,511)	(5,876,070)	(8,973,380)	(12,595,668)	(16,781,521)	(21,572,965)	(27,015,790)
Encumbrance Cancellation	331,538	21,852	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Total Resources	31,300,538	29,683,894	29,058,636	26,864,638	25,374,766	23,461,248	21,099,175	18,250,802	14,880,973	10,951,171	6,419,446	1,240,082
OPERATIONS AND MAINT.												
Personnel Services	17,910,457	16,112,700	16,975,900	16,772,189	17,084,215	17,422,424	17,756,935	18,097,868	18,445,347	18,799,498	19,160,448	19,528,329
Director's Office Charges	-	1,048,990	1,251,233	1,236,218	1,259,954	1,284,145	1,308,800	1,333,929	1,359,541	1,385,644	1,412,248	1,439,363
Health Insurance	2,806,798	2,399,136	2,573,454	2,738,155	3,005,399	3,298,726	3,620,682	3,974,060	4,361,928	4,787,653	5,254,927	5,767,808
Supplies & Materials	1,494,673	1,171,198	1,155,342	1,166,895	1,178,564	1,190,350	1,202,254	1,214,276	1,226,419	1,238,683	1,251,070	1,263,581
Snow & Ice Materials	442,030	-	-	-	-	-	-	-	-	-	-	-
Contractual Services	3,180,520	1,446,539	693,306	700,239	707,241	714,314	721,457	728,672	735,958	743,318	750,751	758,259
Pro Rata	1,381,933	1,260,036	1,407,523	1,179,624	1,190,370	1,201,264	1,212,536	1,223,738	1,235,099	1,246,621	1,258,308	1,270,164
Technology	-	2,200,806	1,746,431	1,746,431	1,746,431	1,746,431	1,746,431	1,746,431	1,746,431	1,746,431	1,746,431	1,746,431
Fleet	2,046,533	2,094,795	2,309,679	2,332,776	2,356,104	2,379,665	2,403,461	2,427,496	2,451,771	2,476,289	2,501,051	2,526,062
Equipment	604,153	99,559	325,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Transfers	-	-	-	-	-	-	-	-	-	-	-	-
Total:	29,867,097	27,833,759	28,437,968	27,972,528	28,638,278	29,337,318	30,072,555	30,846,470	31,662,494	32,524,136	33,435,235	34,399,997
Ending Fund Balance	\$14,333,441	\$1,850,135	\$620,768	(\$1,107,890)	(\$3,263,511)	(\$5,876,070)	(\$8,973,380)	(\$12,595,668)	(\$16,781,521)	(\$21,572,965)	(\$27,015,790)	(\$33,159,915)

Snow and Ice Materials are expensed out of Fund 266 after 2001.

Health Special Revenue Fund

2003 Cash Balance Statement

Detailed below is the cash balance statement for the health special revenue fund. Total available resources includes the prior year carry-over, revenues deposited into the health special revenue fund, a general fund transfer subsidy and encumbrance cancellations. These resources are used to cover Health Department operating expenditures.

2003 FUND BALANCE SUMMARY	
Unencumbered Cash Balance (January 1, 2003)	\$ 261,379
Plus Estimated 2003 Receipts	7,329,549
Plus General Fund Transfer	16,669,572
Plus Estimated Encumbrance Cancellations	500,000
Total Estimated Available Resources	\$ 24,760,500
Less 2003 Recommended Operating Budget	(24,749,121)
Projected Available Balance (December 31, 2003)	<u>\$ 11,379</u>

2003 Revenue Summary

HEALTH SPECIAL REVENUE REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2000-2003				
REVENUE SUMMARY	2000 Actual	2001 Actual	2002 Estimated	2003 Proposed
General Fund Transfer	\$ 20,560,000	19,499,378	\$ 17,169,858	\$ 16,669,572
Emerg. Human Service Fund Transfer	349,750	-	40,000	-
Charges for Services:				
Agency Fund	1,638,787	1,369,596	1,300,000	765,000
Employee Assist. Program	256,171	278,656	284,000	295,000
Franklin Co. T.B. Clinic	614,524	789,971	705,686	975,000
Occupational Health & Safety	306,942	327,857	200,000	303,784
Burial Transit Permit Fee	4,008	3,960	4,000	4,000
Unfunded Federal Mandates	-	-	-	-
OSU Homecare	-	-	-	-
Alcohol Safety Program	10,993	5,210	5,000	5,000
All Other Charges	858,417	1,292,458	1,706,882	1,960,593
License and Permit Fees:				
Food Serv. Operations License	1,042,918	928,161	936,000	1,092,027
Food Establishment License	84,397	276,211	290,000	295,000
All Other License Fees	299,103	280,916	271,808	285,850
Inspection Fees	6,189	6,958	9,053	20,170
Vital Statistics Fees:				
Birth Certificates	575,953	599,562	681,000	700,000
Death Certificates	469,211	469,089	520,000	562,000
Other Vital Statistics	18,528	8,449	21,325	19,125
Refunds of Expenses:				
Insurance Adjustments	-	-	-	-
Other Adjustments	3,174	5,474	20,000	15,000
Miscellaneous Revenues	105,217	125,211	63,768	32,000
Encumbrance Cancellations	721,085	402,993	400,000	500,000
Prior Year Carry-over	450,301	1,325,637	1,180,452	261,379
TOTAL RESOURCES	\$ 28,375,668	\$ 27,995,747	\$ 25,808,832	\$ 24,760,500
PERCENT CHANGE		-1.34%	-7.81%	-4.06%

Revenue Notes:

- Each year, the health operating fund receives a transfer from the city's general fund to cover all budgeted expenses that cannot be supported solely by other Health Department revenue sources. Other revenues include license and permit fees, charges for services, birth and death certificate fees and various program fees. Total revenues decreased over 2002 by 4.1 percent, and excluding the prior year carryover balance and estimated encumbrance cancellations are projected to total \$23,999,121 in 2003.
- The general fund subsidy, totaling \$16,669,572, represents 67 percent of health's operating revenues, will decrease by 2.9 percent in 2003 as compared to 2002.
- Agency fund charges for services revenue represents the transfer from what is commonly referred to as the Medicare trust fund. This agency fund receives revenues from Medicare patient fees, Medicaid nursing fees, public health nurse visit fees and Title XX reimbursement payment. Revenues provided from the Franklin County senior options levy for homemaker and home health aides are also included in this revenue category.

Recreation and Parks Operation and Extension Fund

2003 Cash Balance Statement

The cash balance statement for the recreation and parks operation and extension fund is itemized below. Total available resources include prior year carryover, revenues deposited into the fund, a general fund transfer subsidy and encumbrance cancellations. These revenue resources are used to cover Recreation and Parks Department operating expenditures.

2003 FUND BALANCE SUMMARY	
Unencumbered Cash Balance (January 1, 2003)	\$ -
Plus Estimated 2003 Receipts	3,634,428
Plus General Fund Transfer	25,113,586
Plus Estimated Encumbrance Cancellations	421,975
Total Estimated Available Resources	\$ 29,169,989
Less 2003 Recommended Operating Budget	(29,168,739)
Projected Available Balance (December 31, 2003)	<u>\$ 1,250</u>

2003 Revenue Summary

RECREATION AND PARKS OPERATION AND EXTENSION FUND REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2000-2003				
REVENUE SUMMARY	2000 Actual	2001 Actual	2002 Estimated	2003 Proposed
Adult Sports	\$ 561,698	\$ 665,648	\$ 673,290	\$ 938,000
Boat Docks & Stakes	86,365	80,468	139,500	182,625
Recreation Centers	592,943	628,482	756,475	748,975
Rent	83,155	74,374	75,000	90,000
Senior Citizen Centers	51,249	58,597	87,481	112,200
Swimming Pools	99,761	109,595	136,141	199,800
Refunds/Deposits/Damages	30,378	9,355	11,584	11,000
Other Charges & Revenue	566,202	687,669	1,026,054	1,151,828
CIP Reimbursement	70,716	61,731	120,000	200,000
General Fund Transfer	29,586,048	29,759,816	27,440,540	25,113,586
Encumbrance Cancellations	830,643	400,543	380,000	421,975
Unencumbered Cash Balance	955,927	210,189	283,009	-
TOTAL RESOURCES	\$ 33,515,085	\$ 32,746,467	\$ 31,129,074	\$ 29,169,989
PERCENT CHANGE		-2.29%	-4.94%	-6.29%

Revenue Notes:

- The general fund subsidy totaling \$25,113,586 is 8.5 percent below the 2002 amount and accounts for 86.1 percent of the revenues. Recreation and Parks revenues from fees and charges are projected at \$3,634,428, an overall increase of 20.1 percent from projected 2002 figures, due to fee increases implemented in 2002.
- The majority of revenue comes from adult sports leagues (softball, soccer, basketball, football and volleyball), recreation fees and gymnasium rentals.

Golf Course Operations Fund

2003 Cash Balance Statement

The cash balance statement for the golf course operations fund is expected to begin in 2003 with an unencumbered cash balance of \$1,304,826. Revenues are primarily generated from greens fees, golf cart rental fees and the sale of refreshments at the seven municipal golf courses. Favorable weather conditions in 2002 and in prior years have contributed to a positive fund balance.

Ninety percent of greens fee revenues are deposited into this fund, with the remaining ten percent going toward golf course debt retirement.

2003 FUND BALANCE SUMMARY

Unencumbered Cash Balance (January 1, 2003)	\$ 1,304,826
Plus Estimated 2003 Receipts	4,654,851
Plus Estimated Encumbrance Cancellations	<u>50,000</u>
Total Estimated Available Resources	\$ 6,009,677
Less 2003 Recommended Operating Budget	(5,132,017)
Projected Available Balance (December 31, 2003)	<u><u>\$ 877,660</u></u>

2003 Revenue Summary

GOLF COURSE OPERATIONS FUND REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2000-2003				
REVENUE SUMMARY	2000 Actual	2001 Actual	2002 Estimated	2003 Proposed
Airport Golf Course	\$ 800,932	\$ 756,007	\$ 772,000	\$ 759,500
Bolton Golf Course	810,994	851,571	838,000	880,000
Champions Golf Course	882,124	746,061	788,000	739,400
Raymond/Wilson Road	1,311,937	1,279,287	1,302,100	1,280,400
Turnberry Golf Course	807,227	644,040	738,000	643,700
Walnut Hill Golf Course	244,582	259,856	257,100	258,000
Donations	-	-	-	-
Miscellaneous Revenues	-	-	50	-
Insurance Adjustment	-	-	-	93,851
Workers Comp	-	-	-	-
Encumbrance Cancellations	100,526	244,577	205,427	50,000
Prior Year Carry-over	2,171,171	1,233,418	1,315,853	1,304,826
TOTAL RESOURCES	\$ 7,129,493	\$ 6,014,817	\$ 6,216,530	\$ 6,009,677
PERCENT CHANGE		-15.63%	3.35%	-3.33%

Revenue Notes:

- The Golf Division's price structure is still the most competitive in the marketplace and will allow for more growth in the future. Plans are to continue the marketing of golf and focusing on customer service.
- Revenue is directly related to weather conditions and thus difficult to project. Weather has been favorable in recent years. The division's expectation is that golfing opportunity will continue to improve and grow for the City of Columbus.
- Revenues for 2003 total \$6,009,677, a 3.0 percent decrease from 2002 projections. Greens fees represents 72.2 percent of the total revenue resources and golf cart rentals at 23.3 percent.

Cable Communications Fund

2003 Cash Balance Statement

The cable communications fund is projected to begin 2003 with an unencumbered cash balance of \$1,285,109. Cable service permit fees are collected quarterly, in the month following the quarter the revenue is earned.

2003 FUND BALANCE SUMMARY		
Unencumbered Cash Balance (January 1, 2003)	\$	1,285,109
Plus Estimated 2003 Receipts		6,048,928
Plus Estimated Encumbrance Cancellations		50,000
Total Estimated Available Resources	\$	7,384,037
Less 2003 Recommended Operating Budget		(6,810,369)
Projected Available Balance (December 31, 2003)	\$	<u>573,668</u>

2003 Revenue Summary

Revenues are generated by charging cable companies a service permit fee for the ability to operate a cable system in the City of Columbus. This fee is generated from a charge of five percent on cable operator gross revenues that include basic and premium service revenues, equipment rental, and pay-per-view. The service permit fee was increased to five percent in January, 2000. Revenues are paid to the city on a quarterly basis.

In 2002, a preliminary ruling by the Federal Communications Commission (FCC) has reclassified cable Internet service as an information service. The ruling is expected to have a substantive, negative effect on revenues to the cable communication fund. While the FCC ruling has been challenged in Federal Court, the city has received notice that cable operators have discontinued collection of the franchise fee on Internet service customers. Current projections of cable fund performance include an estimate of the revenue reduction.

Revenue receipts, excluding the unencumbered balance and encumbrance cancellations, are estimated to total \$6,048,928 in 2003. The pro forma operating statement (which follows the chart illustrating historical and projected revenues for the years 2000 through 2003) summarizes actual and projected revenues for the years 2000 through 2012, respectively.

CABLE COMMUNICATIONS FUND REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2000-2003				
REVENUE SUMMARY	2000 Actual	2001 Actual	2002 Estimated	2003 Proposed
Cable Service Permit Fee	\$ 4,950,118	\$ 6,013,897	\$ 6,062,559	\$ 5,469,994
Miscellaneous	2,681	3,899	935,484	578,934
Unencumbered Balance	962,903	1,111,098	637,588	1,285,109
Encumbrance Cancellations	52,175	105,621	400,000	50,000
TOTAL RESOURCES	\$ 5,967,877	\$ 7,234,515	\$ 8,035,631	\$ 7,384,037
PERCENT CHANGE		21.22%	11.07%	-8.11%

Cable Communications Fund Pro Forma Operating Statement

A pro forma operating statement for the ten-year period beginning in 2002 is presented below. It represents the telecommunications cable fund operating revenues and expenditures for that period. Major assumptions included in the pro forma operating statement are as follows:

- Franchise fee revenue growth is projected at one percent per annum.
- The service permit fee was increased from a rate of 3.5 percent to 5 percent effective January 1, 2000.
- Operating expenses are generally inflated at a blended rate of 3.4 percent per annum, accounting for inflation rates of 12 percent on health insurance, 4 percent on personnel costs (exclusive of health insurance) and 3 percent on other categories of expense.
- Debt service represents \$4.0 million in principle for 1996 and \$4.017 million for 1997 for the fiber optic and network infrastructure initiative. Debt service for 1998 includes: \$1.255 million for fiber optic cable to the Department of Public Service 25th Avenue campus and Arlingate, and infrastructure equipment for Division of Building and Development Services. Debt service for 1999 includes \$525,000 for core infrastructure redundancy. Debt service for 2000 includes \$1,605,000 for various fiber projects. No bonds were sold in 2001 or 2002. Debt service for years 2003-2008 includes a total of \$5,205,000 for various fiber projects and MetroNet equipment.

Special Revenue Funds

Cable Communications Fund Pro Forma Operating Statement													
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenue													
Insignia Communications (Coaxial)	\$ 963,822	\$ 1,224,286	\$ 1,184,306	\$ 1,136,196	\$ 1,146,548	\$ 1,158,014	\$ 1,169,594	\$ 1,181,290	\$ 1,193,102	\$ 1,205,034	\$ 1,217,084	\$ 1,229,255	\$ 1,241,547
Warner Cable	2,692,833	3,324,667	3,676,223	3,163,527	3,186,062	3,216,913	3,249,082	3,281,572	3,314,388	3,347,532	3,381,007	3,414,817	3,446,966
Ameritech NINWide Open West	1,276,461	1,331,776	1,180,909	1,073,863	1,084,622	1,096,468	1,106,423	1,117,467	1,128,662	1,139,949	1,151,348	1,162,862	1,174,480
Total Service Permit Fees	4,812,906	5,680,720	5,941,439	5,362,806	5,416,232	5,470,394	5,525,086	5,580,349	5,635,153	5,689,514	5,749,440	5,806,934	5,866,003
Permit Grant Revenue	137,211	133,178	121,121	107,388	108,462	109,547	110,642	111,749	112,866	113,996	115,136	116,286	117,449
Support Fees (Ameritech NME/WOW)	2,681	3,899	935,484	578,934	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Other Miscellaneous Revenue	4,952,799	6,017,796	6,996,043	6,040,928	6,024,694	6,079,941	6,135,741	6,192,098	6,249,019	6,306,509	6,364,574	6,423,220	6,482,452
Total Revenue	962,903	1,111,088	637,588	1,285,109	573,668	(335,718)	(1,525,815)	(2,967,048)	(4,623,345)	(6,035,119)	(7,228,252)	(8,467,079)	(9,834,172)
Beginning Fund Balance	52,175	105,621	400,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Encumbrance Cancellations	5,967,877	7,234,515	8,036,631	7,384,037	6,648,363	5,794,223	4,669,925	3,275,050	1,675,674	321,391	(813,677)	(1,993,869)	(3,301,720)
Total Resources	263,538	490,553	404,689	215,355	222,677	230,248	238,077	246,171	254,541	263,195	272,144	281,397	290,964
Operating Expenses	1,777,468	669,301	663,766	628,170	649,527	671,611	694,446	718,057	742,471	767,115	793,818	820,807	846,715
Interconnect	596,966	824,780	1,020,958	832,785	861,100	890,377	920,650	951,952	984,318	1,017,785	1,052,390	1,086,171	1,125,169
Metronet	378	910,992	562,731	595,912	616,173	637,123	668,785	681,184	704,344	728,292	753,054	778,657	806,132
Other Agencies	605,796	272,780	190,000	41,200	42,801	44,049	45,547	47,095	48,697	50,352	52,064	53,835	55,665
Total Channel Operation Contracts	400,511	86,566	40,000	41,200	42,801	44,049	45,547	47,095	48,697	50,352	52,064	53,835	55,665
Public Access Contract	205,285	186,214	150,000	-	-	-	-	-	-	-	-	-	-
Education Contract	263,857	257,119	272,815	283,664	271,111	273,597	276,108	278,644	281,206	283,793	286,406	289,045	291,710
Pro Rata	-	1,830,028	2,178,638	2,812,921	2,908,580	3,007,451	3,109,705	3,215,435	3,324,759	3,437,801	3,554,687	3,675,546	3,800,514
Citywide Technology Expenses	3,548,022	5,255,554	5,293,597	5,410,007	5,571,749	5,754,457	5,943,318	6,138,539	6,340,337	6,548,594	6,764,562	6,987,488	7,217,870
Total Operating Expenses	1,404,777	762,243	1,704,446	638,922	452,945	325,484	192,423	53,559	(91,317)	(242,425)	(399,987)	(561,238)	(735,417)
Annual Operating Surplus/(Deficit)	1,308,757	1,341,374	1,213,875	1,170,563	1,126,281	1,090,281	1,031,781	981,531	543,281	127,578	-	-	-
Debt Service	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt Service - 1999 issue (funded)	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt Service - 2000 issue (funded)	-	-	243,050	229,800	221,800	213,800	205,800	198,600	191,400	184,000	176,000	168,000	168,000
Debt Service - 2001+	-	-	-	-	64,250	261,500	446,075	579,725	635,775	689,130	712,840	684,855	-
Total Debt Service	1,308,757	1,341,374	1,456,925	1,400,363	1,412,331	1,566,581	1,683,656	1,759,856	1,370,456	1,000,708	888,840	852,855	168,000
Total Expenses	4,856,778	6,595,928	6,750,522	6,810,369	6,984,081	7,320,039	7,626,974	7,898,395	7,710,793	7,549,642	7,653,402	7,840,313	7,965,870
Ending Fund Balance	\$ 1,111,088	\$ 637,588	\$ 1,285,109	\$ 573,668	\$ (335,718)	\$ (1,525,815)	\$ (2,967,048)	\$ (4,623,345)	\$ (6,035,119)	\$ (7,228,252)	\$ (8,467,079)	\$ (9,834,172)	\$ (10,867,589)

Development Services Fund

2003 Cash Balance Statement

In 2002, the city implemented a One Stop Shop initiative to provide coordinated, streamlined permitting and plan review for construction projects. A development services fund was established, into which all fees and charges associated with these services are deposited. The fund is projected to begin 2003 with an unencumbered cash balance of \$2,285,834.

2003 FUND BALANCE SUMMARY

Unencumbered Cash Balance (January 1, 2003)	\$ 2,285,834
Plus Estimated 2003 Receipts	22,176,238
Plus Estimated Encumbrance Cancellations	35,000
Total Estimated Available Resources	\$ 24,497,072
Less 2003 Recommended Operating Budget	(22,448,938)
Projected Available Balance (December 31, 2003)	<u>\$ 2,048,134</u>

2003 Revenue Summary

Revenues are generated by fees and charges associated with building inspections, permitting, plan review services, construction inspection, materials testing and prevailing wage service fees for services provided to both private and public entities. Fees are reviewed annually and adjusted as needed to continue to fully fund expenditures.

DEVELOPMENT SERVICES REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2002-2003				
REVENUE SUMMARY	2000 Actual	2001 Actual	2002 Estimated	2003 Proposed
Transportation Public Inspections	\$ -	\$ -	\$ 675,000	\$ 1,100,000
Transportation Private Inspections			3,445,000	3,500,000
Transportation Capital Inspections			1,795,000	1,500,000
Transportation Other			674,500	677,000
Building Services Division (BSD)			14,500,000	-
BSD Residential Construction			-	5,350,000
BSD Multi-Family Construction			-	2,700,000
BSD Commercial Construction			-	5,100,000
BSD Zoning			-	1,050,000
BSD Other			-	1,000,000
Fire Prevention Bureau			38,400	-
Insurance Refund			-	199,238
Unencumbered Cash Balance			1,854,229	2,285,834
Encumbrance Cancellations			35,000	35,000
TOTAL RESOURCES	\$ -	\$ -	\$ 23,017,129	\$ 24,497,072

Development Services Fund Pro Forma Operating Statement

A pro forma operating statement for the ten-year period beginning in 2003 is presented on the following page. It represents the fund's revenues and expenditures for that period, given certain assumptions, and is essential in ensuring the solvency of the fund and for maintaining an acceptable end-of-year balance. The major assumptions included in this pro forma are as follows:

- Revenues are increased by four percent in the years 2004-2012.
- Operations and maintenance expenses, excluding personnel, pro rata and health insurance, are inflated at three percent per annum. Personnel costs will grow at four percent, while health insurance costs will grow by twelve percent annually. Pro rata fees represent approximately 4.5 percent of non-city revenue.
- Debt service principal and interest as well as pro rata fees are paid out of the services category but have been broken out separately. The debt service principal and interest payments represent reimbursement to the special income tax fund for the retirement of bonds issued to construct the Transportation Division's new facility.

Special Revenue Funds

DEVELOPMENT SERVICES FUND											
PRO FORMA OPERATING STATEMENT											
REVENUE SOURCE	Projected 2002	Proposed 2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
TRANSPORTATION:											
PUBLIC INSPECTIONS	\$ 675,000	\$ 1,100,000	\$ 1,144,000	\$ 1,189,760	\$ 1,237,350	\$ 1,286,844	\$ 1,338,318	\$ 1,391,851	\$ 1,447,525	\$ 1,505,426	\$ 1,565,643
PRIVATE INSPECTIONS	3,445,000	3,500,000	3,640,000	3,785,600	3,937,024	4,094,505	4,256,285	4,428,617	4,605,761	4,789,992	4,981,591
CAPITAL IMPROVEMENT INSPECTIONS	1,795,000	1,500,000	1,560,000	1,622,400	1,687,296	1,754,788	1,824,979	1,897,979	1,973,898	2,052,854	2,134,968
OTHER	674,500	677,000	704,080	732,243	761,533	791,994	823,674	856,621	890,886	926,521	963,582
BUILDING SERVICES:	14,500,000	-	-	-	-	-	-	-	-	-	-
RESIDENTIAL CONSTRUCTION	-	5,350,000	5,564,000	5,786,560	6,018,022	6,258,743	6,509,093	6,769,457	7,040,235	7,321,844	7,614,778
MULTI-FAMILY CONSTRUCTION	-	2,700,000	2,808,000	2,920,320	3,037,133	3,158,618	3,284,963	3,416,361	3,553,016	3,695,136	3,842,942
COMMERCIAL CONSTRUCTION	-	5,100,000	5,304,000	5,516,160	5,736,806	5,966,279	6,204,930	6,453,127	6,711,252	6,979,702	7,258,890
ZONING	-	1,050,000	1,092,000	1,135,680	1,181,107	1,228,351	1,277,486	1,328,585	1,381,728	1,436,998	1,494,477
OTHER	-	1,000,000	1,040,000	1,081,600	1,124,864	1,169,859	1,216,653	1,265,319	1,315,932	1,368,569	1,423,312
INSURANCE REFUND	-	199,238	-	-	-	-	-	-	-	-	-
FIRE PREVENTION BUREAU	38,400	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUE	21,127,900	22,176,238	22,856,080	23,770,323	24,721,136	25,709,982	26,738,381	27,807,916	28,920,233	30,077,042	31,280,124
BEGINNING FUND BALANCE	1,854,229	2,285,834	2,048,134	1,419,047	605,707	(420,757)	(1,693,024)	(3,248,057)	(5,127,629)	(7,378,920)	(10,055,185)
ENCUMBRANCE CANCELLATIONS	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
TOTAL RESOURCES	23,017,129	24,497,072	24,939,214	25,224,370	25,361,843	25,324,225	25,080,356	24,594,859	23,827,604	22,733,122	21,259,939
EXPENDITURES											
OPERATIONS & MAINTENANCE:											
PERSONNEL SERVICES	15,104,005	16,740,713	17,410,342	18,106,755	18,831,025	19,584,266	20,367,637	21,182,343	22,029,636	22,910,822	23,827,255
EMPLOYEE INSURANCE	1,788,899	2,075,918	2,325,028	2,604,032	2,916,515	3,266,497	3,658,477	4,097,494	4,589,193	5,139,897	5,756,684
MATERIALS & SUPPLIES	166,733	223,275	229,973	236,872	243,979	251,298	258,837	266,602	274,600	282,838	291,323
SERVICES	2,583,117	2,393,447	2,465,250	2,539,208	2,615,384	2,693,846	2,774,651	2,857,901	2,943,638	3,031,947	3,122,905
PRO RATA	817,794	840,870	1,028,524	1,069,665	1,112,451	1,156,949	1,203,227	1,251,356	1,301,410	1,353,467	1,407,606
OTHER	34,160	24,160	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
CAPITAL OUTLAY	113,668	35,000	36,050	37,132	38,245	39,393	40,575	41,792	43,046	44,337	45,667
TRANSFERS	1,864	-	-	-	-	-	-	-	-	-	-
TOTAL OPERATIONS & MAINTENANCE	20,610,240	22,333,383	23,520,167	24,618,663	25,782,600	27,017,249	28,328,414	29,722,488	31,206,524	32,788,307	34,476,440
DEBT SERVICE											
PRINCIPAL	110,000	110,000	-	-	-	-	-	-	-	-	-
INTEREST	11,055	5,555	-	-	-	-	-	-	-	-	-
TOTAL DEBT SERVICE	121,055	115,555	-	-	-	-	-	-	-	-	-
TOTAL EXPENSE	20,731,295	22,448,938	23,520,167	24,618,663	25,782,600	27,017,249	28,328,414	29,722,488	31,206,524	32,788,307	34,476,440
ENDING UNENCUMBERED FUND BAL.	\$ 2,285,834	\$ 2,048,134	\$ 1,419,047	\$ 605,707	\$ (420,757)	\$ (1,693,024)	\$ (3,248,057)	\$ (5,127,629)	\$ (7,378,920)	\$ (10,055,185)	\$ (13,216,501)

